

Strategic goal No. 4

SUSTAINABLE DEVELOPMENT AND GRADUAL REDUCTION IN CARBON INTENSITY OF PRODUCTION

2024 results

- On 4 December 2024, KMG received an updated ESG risk rating of 32.8 from Sustainalytics. By 2031, KMG aims to solidify its standing as a company with medium ESG risks. An action plan to improve this rating is being implemented. KMG integrates ESG goals into corporate and functional key performance indicators (KPIs).
- KMG's Low-Carbon Development Programme 2060, aiming for a 15% reduction in GHG emissions by 2031 and 64% by 2060, was approved, with measures to implement modern technologies underway.
- In May 2024, methane emission reports of KMG's subsidiaries and affiliates were submitted to UNEP¹ under the OGMP 2.0² partnership.
- Construction of solar and gas power plants together with Eni commenced. The law to ratify the agreement with Total Eren for the 1 GW Mirny project was signed, updated draft agreements were approved, and financing arrangements are underway.

KMG's operations are guided by sustainable development principles, balancing economic, environmental, and social priorities.

¹ United Nations Environment Programme (UNEP) – the leading UN body for environmental protection.

² Oil & Gas Methane Partnership 2.0 (OGMP 2.0) – UNEP's flagship programme for reporting and mitigating methane emissions in the oil and gas sector.

CORPORATE KEY PERFORMANCE INDICATORS

2024 saw KMG's key initiatives implemented and corporate KPIs achieved.

Performance against corporate KPIs in 2024³

KPI	2024 actual performance (2023 actual performance), description
Performance under investment projects	100% (2023: 80%) <ol style="list-style-type: none"> Construction of a desalination plant in Kenderly Construction of an integrated gas chemical complex. Phase 2 (polyethylene production) Construction of an integrated gas chemical complex. Phase 2 (gas separation unit construction) Construction of a new gas processing plant in Zhanaozen Construction of a terephthalic acid and polyethylene terephthalate plant Expansion of Shymkent Refinery's production capacities See the Performance under Investment Projects section
Oil and gas condensate production	23,837 thous. tonnes (2023: 23,490 thous. tonnes) <p>This indicator measures oil and gas condensate production from operating assets and major oil and gas assets attributable to the Company.</p> See the Upstream section
EBITDA margin, excluding trading	44% (2023: 41.1%) <p>This indicator measures the Company's profitability and shows the percentage of revenue retained by the Company before taxes, interest on loans, and depreciation and amortisation.</p> See the Financial Review section
Total shareholder return (TSR)	28,55% (2023: 43.1%) <p>This indicator measures return on invested capital.</p> <p>28.55% = (average share price in the reporting year (KZT 13,071) – average share price in the previous year (KZT 10,550) + dividend per share (KZT 491.71) – contribution to the authorised capital per share (KZT 0) / average share price in the previous year (KZT 10,550) × 100 %</p> See the Shareholder and Investor Relations section
Comprehensive OHS indicator	125% (2023: 156%) <p>This indicator consists of two components: LTIR target and Qorgau card completion target:</p> <p>Lost Time Incident Rate (LTIR): 0.22% (2023: 0.30%)</p> <p>Identification and reporting of unsafe condition / unsafe behaviour / unsafe action / hazardous event / hazardous factor: over 19,000 Qorgau cards completed in KMG's subsidiaries and associates (2023: 12,240)</p> See the Health, Safety and Environment section
Share of in-country value in the total volume of goods, works and services procured by KMG Group	<p>The share of in-country value in the total volume of goods procured by KMG Group was 55%, works and services procured – 89% (indicator introduced in 2023)</p> See the Supplier Relations section

³ The performance values of the efficiency are estimated. The final approval by the KMG Board of Directors of the actual values of the indicators for 2024 is expected in July 2025.